AMENDED IN SENATE AUGUST 16, 2006

AMENDED IN SENATE AUGUST 7, 2006

AMENDED IN SENATE JUNE 21, 2006

AMENDED IN SENATE MAY 26, 2006

AMENDED IN ASSEMBLY APRIL 24, 2006

CALIFORNIA LEGISLATURE—2005–06 REGULAR SESSION

## ASSEMBLY BILL

No. 2701

## **Introduced by Assembly Member Blakeslee**

(Principal coauthor: Senator Maldonado)

February 24, 2006

An act to amend Section 61105 of, and to add Section 25825.5 to, the Government Code, and to amend Sections 1, 2, 5, 7, 8, 13, 28, 36.8, and 36.16 of the San Luis Obispo County Flood Control and Water Conservation District Act (Chapter 1294 of the Statutes of 1945), relating to San Luis Obispo County, and declaring the urgency thereof, to take effect immediately.

## LEGISLATIVE COUNSEL'S DIGEST

AB 2701, as amended, Blakeslee. San Luis Obispo County.

(1) Existing law authorizes the establishment of community services districts for the provision of various services to the geographic area within a district, *including the collection, treatment, or disposal of sewage, wastewater, recycled water, and stormwater.* Existing law authorizes a community services district's board of directors to form one or more zones within the district if it determines that it is in the public interest to provide different services, different

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levels of service, different facilities, or to raise additional revenues within specific areas of the district.

This bill would authorize the County of San Luis Obispo to undertake any efforts necessary to construct and operate a wastewater collection and treatment system to meet the needs of the district Los Osos Community Services District, as specified, and to impose and collect user fees and other charges to cover the reasonable costs of any wastewater collection or treatment services provided pursuant to these provisions.

The bill would also require the Board of Supervisors of San Luis Obispo County to prepare and submit a proposed assessment to pay for the facilities, and, if certain requirements are met, to decide whether to proceed with construction of the project. The district would retain the powers to provide all other services to—that a designated zone. After a minimum of 3 years and when the district and the county mutually apply for, and are granted, a modification to the waste discharge permit issued by the Regional Water Quality Control Board, responsibilities—shall would be transferred back to the district.

By requiring San Luis Obispo County to perform these additional duties and provide these additional services, this bill would impose a state-mandated local program.

(2) Existing law, the San Luis Obispo County Flood Control and Water Conservation District Act, creates the San Luis Obispo County Flood Control and Water Conservation District and grants to that district specified powers and responsibilities.

This bill would change the name of that law to the San Luis Obispo County Flood Control and Integrated Water Management District Act and the name of the district to the San Luis Obispo County Flood Control and Integrated Water Management District. The bill would authorize the district to implement integrated regional water management programs and projects, including groundwater banking of water supplies made available from the State Water Project, water reliability programs benefitting State Water Project supplies for users in the Counties of San Luis Obispo and Santa Barbara, and other projects and programs that promote specified objectives of the district's integrated regional water management plan. The bill would make conforming changes and certain technical, nonsubstantive corrections to that law.

(3) The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state.

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Statutory provisions establish procedures for making that reimbursement.

This bill would provide that no reimbursement is required by this act for a specified reason.

(4) This bill would declare that it is to take effect immediately as an urgency statute.

Vote: <sup>2</sup>/<sub>3</sub>-majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: <del>yes.</del> no.

The people of the State of California do enact as follows:

- 1 SECTION 1. Section 25825.5 is added to the Government 2 Code, to read:
- 3 25825.5. (a) The Legislature finds and declares all of the 4 following:
- 5 (1) There are long-standing violations of state and federal elean water laws within the prohibition zone of the Los Osos Community Services District.
  - (1) There are ongoing discharges to the Los Osos Discharge Prohibition Zone established in the Water Quality Control Plan for the Central Coast Basin.
  - (2) The agency responsible for eliminating these violations discharges is the Los Osos Community Services District, which is a relatively new agency, formed in 1998.
  - (3) The Central Coast Regional Water Quality Control Board has imposed substantial fines on the Los Osos Community Services District for failing to make adequate progress toward eliminating these violations discharges.
  - (4) The Los Osos Community Services District has a relatively small staff that has no experience of successfully designing and constructing facilities of the size and type needed to eliminate these violations discharges.
  - (5) The County of San Luis Obispo has a larger staff that has experience in successfully designing large public works projects.
  - (6) There is an urgent need to protect the public health and safety by eliminating these-violations discharges and the most feasible alternative is best accomplished by a temporary realignment of certain wastewater collection and treatment powers between the Los Osos Community Services District and
- 29 the County of San Luis Obispo.

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(7) It is the intent of the Legislature in enacting this section and amending Section 61105 to authorize the County of San Luis Obispo to design, construct, and operate a wastewater collection and treatment project that will eliminate these—violations discharges, particularly in the prohibition zone, to avoid a wasteful duplication of effort and funds, and to temporarily prohibit the Los Osos Community Services District from exercising those powers.

- (b) As used in this section, the following definitions apply:
- (1) "Board" means the Board of Supervisors of the County of San Luis Obispo.
  - (2) "County" means the County of San Luis Obispo.
- (3) "District" means the Los Osos Community Services District, formed pursuant to the Community Services District Law, Division 3 (commencing with Section 61000) of Title 3, located in San Luis Obispo County.
- (4) "Prohibition zone" means that territory within the Baywood Park-Los Osos area of the county that is subject to the wastewater discharge prohibition imposed by the Central Coast Regional Water Quality Control Board pursuant to Resolution 83-13.
- (c) The county may undertake any efforts necessary to construct and operate a community wastewater collection and treatment system to meet the wastewater collection and treatment needs within the district. These efforts may include programs and projects for recharging aquifers, preventing saltwater intrusion, and managing groundwater resources to the extent that they are related to the construction and operation of the community wastewater collection and treatment system. These efforts shall include any services that the county deems necessary, including, but not be limited to, any planning, design, engineering, financial analysis, *pursuit of grants to mitigate affordability issues*, administrative support, project management, and environmental review and compliance services. The county shall not exercise any powers authorized by this section outside the district.
- (d) Nothing in this section shall affect the district's power to do any of the following:

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(1) Operate wastewater collection and treatment facilities within the district that the district was operating on January 1, 2006.

- (2) Provide facilities and services, other than wastewater collection and treatment.
- (e) To finance the construction and operation of a wastewater collection and treatment system, the county may levy benefit assessments consistent with the requirements of Article XIII D of the California Constitution, pursuant to any of the following:
- (1) The Improvement Act of 1911, Division (Division 7 (commencing with Section 5000) of the Streets and Highways Code Code).
- (2) The Improvement Bond Act of 1915, Division (Division 10 (commencing with Section 8500) of the Streets and Highways Code Code).
- (3) The Municipal Improvement Act of 1913 (*Division 12* (commencing with Section 10000) of the Streets and Highways Code Code).
- (4) The Landscaping and Lighting Assessment Act of 1972, Part 2 (commencing with Section 22500) of Division 15 of the Streets and Highways Code.
- (f) The county may charge standby charges for sewer services, consistent with the requirements of Article XIII D of the California Constitution, pursuant to the Uniform Standby Charge Procedures Act (Chapter 12.4 (commencing with Section 54984) of Part 1 of Division 2 of Title 5).
- (g) The county may impose and collect user fees and charges and any other sources of revenue permitted by law sufficient to cover the reasonable costs of any wastewater collection or treatment services provided pursuant to this section.
- (h) Promptly upon the adoption of a resolution by the board requesting this action, the board of directors of the district shall convey to the county—all retained fee interests in any real property, rights-of-way, licenses, other interests in real property, funds, and other personal property any requested retained rights-of way, licenses, funds, and permits previously acquired by the district in connection with construction projects for which the district awarded contracts in 2005. The county shall use those fee interests, rights-of-way, licenses, other interests in real property, funds, and other personal property and funds for the purpose of

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furthering the construction and operation of a wastewater collection and treatment system pursuant to this section.

- (i) After the approval of a benefit assessment, the board shall eonduct complete a due diligence review before deciding to proceed with the construction and operation of a wastewater collection and treatment system. The board shall consider any relevant factors, including, but not limited to, the prompt availability of reasonable and sufficient financing, the selection of a final location for the wastewater collection and treatment system, completion of a final project design, the willingness of enforcement agencies to hold prior enforcement actions in abeyance while the county constructs and operates the wastewater collection and treatment system status of enforcement actions, the successful development of reasonable project technology and location options, the availability of any necessary permits and other approvals, and the absence of other significant impediments. At the completion of this due diligence review, the board shall adopt a resolution declaring its intention to proceed or not proceed with the construction and operation of the wastewater collection and treatment system.
- (j) Collection of assessments may not commence until the adoption of the resolution to proceed pursuant to subdivision (i).

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- (k) The county shall have no power or responsibility to construct and operate a wastewater collection and treatment system pursuant to this section and the district shall resume that power and responsibility when any of the following occurs:
- (1) If the board adopts a resolution not to hold a benefit assessment election pursuant to subdivision (e).

<del>(1)</del>

(2) If there is a majority protest to a benefit assessment proposed by the county, on the date of the resolution adopted by the board determining that the majority protest exists.

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(3) If there is not a majority protest, but the board adopts a resolution, pursuant to subdivision (i), which declares that the county will no longer exercise its powers pursuant to this section, on the date specified in the board's resolution.

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(4) If the county constructs and operates a wastewater collection and treatment system pursuant to this section, not less than three years after the operation of the system commences, the board and the board of directors of the district shall mutually apply to the Central Coast Regional Water Quality Control Board for a modification of the waste discharge permit, requesting permission to transfer of the responsibility to operate the wastewater collection and treatment system from the county to the district. Consistent with that modification, the board shall adopt a resolution that specifies the date on which the county will no longer exercise its powers pursuant to this section.

<del>(k)</del>

- (*l*) When the power and responsibility to construct and operate a wastewater collection and treatment system transfers from the county to the district pursuant to subdivision—(j) (k), the county shall do all of the following:
- (1) Promptly convey to the district any remaining retained fee interests in any real property, rights-of-way, licenses, other interests in real property, funds, and other personal property that the county previously acquired pursuant to subdivision (h).
- (2) Promptly convey to the district the wastewater collection and treatment system that the county constructed pursuant to this section.
- (3) Continue to collect any necessary assessments and use them to repay any indebtedness incurred by the county to finance the construction of the wastewater collection and treatment system pursuant to this section.
- (4) The county shall cease collecting any benefit assessments after repayment of any indebtedness incurred by the county to finance the construction of the wastewater collection and treatment system.

<del>(l)</del>

(m) Nothing in this section shall be construed as imposing upon the county any liability for any district decisions or actions, or failures to act, or imposing upon the county any liability for any decisions or actions, or failures to act, by any district officers, employees, or agents. In addition, nothing in this section shall be construed as imposing upon the county any liability for any prior or subsequent district liabilities, whether liquidated or contingent, or any prior or subsequent liabilities of district

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1 officers, employees, or agents, whether liquidated or contingent.

- 2 The county shall be immune from suit for discretionary decisions
- 3 entrusted to the board by this section and for performance of the
- 4 duties imposed on the county by this section, except for the 5 following:
  - (1) Intentional or willful misconduct that is inconsistent with this section.
  - (2) Default on loans or other associated contractual obligations.
  - (3) Failure to comply with any requirement of Division 7 (commencing with Section 13000) of the Water Code.
  - SEC. 2. Section 61105 of the Government Code is amended to read:
  - 61105. (a) The Legislature finds and declares that the unique circumstances that exist in certain communities justify the enactment of special statutes for specific districts. In enacting this section, the Legislature intends to provide specific districts with special statutory powers to provide special services and facilities that are not available to other districts.
  - (b) (1) The Los Osos Community Services District may borrow money from public or private lenders and loan those funds to property owners within the district to pay for the costs of decommissioning septic systems and constructing lateral connections on private property to facilitate the connection of those properties to the district's wastewater treatment system. The district shall lend money for this purpose at rates not to exceed its cost of borrowing and the district's cost of making the loans. The district may require that the borrower pay the district's reasonable attorney's fees and administrative costs in the event that the district is required to take legal action to enforce the provisions of the contract or note securing the loan. The district may elect to have the debt payments or any delinquency collected on the tax roll pursuant to Section 61116. To secure the loan as a lien on real property, the district shall follow the procedures for the creation of special tax liens in Section 53328.3 of this code and Section 3114.5 of the Streets and Highways Code.
  - (2) (A) Except as otherwise provided in this paragraph, on and after January 1, 2007, the Los Osos Community Services District shall not undertake any efforts to design, construct, and

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operate a community wastewater collection and treatment system within, or for the benefit of, the prohibition zone defined in Section 25825.5 district. The district shall resume those powers on the date specified in any resolution adopted pursuant to subdivision (j) of Section 25825.5.

(B) Nothing in this paragraph shall affect the district's power to do any of the following:

(1)

(i) Operate wastewater collection and treatment facilities within the district that the district was operating on January 1, 2006.

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(ii) Provide facilities and services in the territory that is within the district, but outside the prohibition zone.

(3)

- (iii) Provide facilities and services, other than wastewater collection and treatment, within the prohibition zone.
- (C) Promptly upon the adoption of a resolution by the Board of Supervisors of the County of San Luis Obispo requesting this action pursuant to subdivision (h) of Section 25825.5, the district shall convey to the County of San Luis Obispo all retained—fee interests in any real property, rights-of-way, licenses, other interests in real property, funds, and other personal property previously acquired by the district in connection with construction projects for which the district awarded contracts in 2005.
- (c) The Heritage Ranch Community Services District may acquire, construct, improve, maintain, and operate petroleum storage tanks and related facilities for its own use, and sell those petroleum products to the district's property owners, residents, and visitors. The authority granted by this subdivision shall expire when a private person or entity is ready, willing, and able to acquire, construct, improve, maintain, and operate petroleum storage tanks and related facilities, and sell those petroleum products to the district and its property owners, residents, and visitors. At that time, the district shall either (1) diligently transfer its title, ownership, maintenance, control, and operation of those petroleum tanks and related facilities at a fair market value to that private person or entity, or (2) lease the operation of

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those petroleum tanks and related facilities at a fair market value
to that private person or entity.

- (d) The Wallace Community Services District may acquire, own, maintain, control, or operate the underground gas distribution pipeline system located and to be located within Wallace Lake Estates for the purpose of allowing a privately owned provider of liquefied petroleum gas to use the underground gas distribution system pursuant to a mutual agreement between the private provider and the district or the district's predecessor in interest. The district shall require and receive payment from the private provider for the use of that system. The authority granted by this subdivision shall expire when the Pacific Gas and Electric Company is ready, willing, and able to provide natural gas service to the residents of Wallace Lake Estates. At that time, the district shall diligently transfer its title, ownership, maintenance, control, and operation of the system to the Pacific Gas and Electric Company.
- (e) The Cameron Park Community Services District, the El Dorado Hills Community Services District, the Golden Hills Community Services District, the Mountain House Community Services District, the Rancho Murieta Community Services District, the Salton Community Services District, the Stallion Springs Community Services District, and the Tenaja Meadows Community Services District, which enforced covenants, conditions, and restrictions prior to January 1, 2006, pursuant to the former Section 61601.7 and former Section 61601.10, may continue to exercise the powers set forth in the former Section 61601.7 and the former Section 61601.10.
- (f) The Bear Valley Community Services District, the Bell Canyon Community Services District, the Cameron Estates Community Services District, the Lake Sherwood Community Services District, the Saddle Creek Community Services District, and the Wallace Community Services District may, for roads owned by the district and that are not formally dedicated to or kept open for use by the public for the purpose of vehicular travel, by ordinance, limit access to and the use of those roads to the landowners and residents of that district.
- (g) Notwithstanding any other provision of law, the transfer of the assets of the Stonehouse Mutual Water Company, including its lands, easements, rights, and obligations to act as sole agent of

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the stockholders in exercising the riparian rights of the stockholders, and rights relating to the ownership, operation, and maintenance of those facilities serving the customers of the company, to the Hidden Valley Community Services District is not a transfer subject to taxes imposed by Part 11 (commencing with Section 23001) of Division 2 of the Revenue and Taxation Code.

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- (h) The El Dorado Hills Community Services District and the Rancho Murieta Community Services District may each acquire, construct, improve, maintain, and operate television receiving, translating, or distribution facilities, provide television and television-related services to the district and its residents, or authorize the construction and operation of a cable television system to serve the district and its residents by franchise or license. In authorizing the construction and operation of a cable television system by franchise or license, the district shall have the same powers as a city or a county under Section 53066.
- (i) The Mountain House Community Services District may provide facilities for television and telecommunications systems, including the installation of wires, cables, conduits, fiber optic lines, terminal panels, service space, and appurtenances required to provide television, telecommunication, and data transfer services to the district and its residents, and provide facilities for a cable television system, including the installation of wires, cables, conduits, and appurtenances to service the district and its residents by franchise or license, except that the district may not provide or install any facilities pursuant to this subdivision unless one or more cable franchises or licenses have been awarded under Section 53066 and the franchised or licensed cable television and telecommunications services providers are permitted equal access to the utility trenches, conduits, service spaces, easements, utility poles, and rights-of-way in the district necessary to construct their facilities concurrently with the construction of the district's facilities. The district shall not have the authority to operate television, cable, or telecommunications systems. The district shall have the same powers as a city or county under Section 53066 in granting a franchise or license for the operation of a cable television system.

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1 SEC. 3. Section 1 of the San Luis Obispo County Flood 2 Control and Water Conservation District Act (Chapter 1294 of 3 the Statutes of 1945) is amended to read:

- 4 Section 1. This act shall be known and may be cited as the 5 San Luis Obispo County Flood Control and Integrated Water 6 Management District Act.
- SEC. 4. Section 2 of the San Luis Obispo County Flood 8 Control and Water Conservation District Act (Chapter 1294 of 9 the Statutes of 1945), as amended by Chapter 2045 of the 10 Statutes of 1959, is amended to read:
  - Sec. 2. (a) The San Luis Obispo County Flood Control and Integrated Water Management District is hereby created. The district shall consist of all the territory of the County of San Luis Obispo lying within the exterior boundaries of the county except the islands of the county in the Pacific Ocean.
- 16 (b) As used in this act, "district" means the San Luis Obispo 17 County Flood Control and Integrated Water Management 18 District.
- SEC. 5. Section 5 of the San Luis Obispo County Flood Control and Water Conservation District Act (Chapter 1294 of the Statutes of 1945), as amended by Chapter 584 of the Statutes of 1975, is amended to read:
  - Sec. 5. The district is hereby declared to be a body corporate and politic and as such shall have, in addition to the other powers vested in it by this act, the powers to do all of the following:
    - (a) Have perpetual succession.
  - (b) Sue and be sued in the name of the district in all actions and proceedings in all courts and tribunals of competent jurisdiction.
    - (c) Adopt a seal and alter it at the district's pleasure.
  - (d) (1) Acquire by grant, purchase, lease, gift, devise, contract, construction, or otherwise, and hold, use, enjoy, sell, let, and dispose of real and personal property of every kind, including lands, structures, buildings, rights-of-way, easements, and privileges,.
  - (2) Construct, maintain, alter, and operate any and all works or improvements, within or outside the district, necessary or proper to carry out any of the objects or purposes of this act and convenient to the full exercise of its powers.

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(3) Complete, extend, add to, alter, remove, repair, or otherwise improve any works, or improvements, or property acquired by the district in accordance with this act.

- (e) (1) Store water in surface or underground reservoirs within or outside the district for the common benefit of the district or of any zone or zones affected.
- (2) Conserve and reclaim water for present and future use within the district.
- (3) Appropriate and acquire water and water rights, and import water into the district and conserve, within or outside the district, water for any purpose useful to the district.
- (4) Commence, maintain, intervene in, and compromise, in the name of the district, or otherwise, and assume the costs and expenses of any action or proceeding involving or affecting the ownership or use of waters or water rights within or outside the district, used or useful for any purpose of the district or of common benefit to any land situated in the district, or involving the wasteful use of water in the district.
- (5) Commence, maintain, intervene in, defend, and compromise, and assume the cost and expenses of, any and all actions and proceedings now or hereafter begun to do either of the following:
- (A) Prevent interference with or diminution of, or declare rights in the natural flow of, any stream or surface or subterranean supply of waters used or useful for any purpose of the district or of common benefit to the lands within the district or to its inhabitants.
- (B) Prevent unlawful exportation of water from the district or prevent contamination, pollution, or otherwise rendering unfit for beneficial use the surface or subsurface water used in the district.
- (6) Commence, maintain, and defend actions and proceedings to prevent any interference with those waters that may endanger or damage the inhabitants or land of, or use of water in, or flowing into, the district. The district shall not have power to intervene or take part in, or to pay the costs or expenses of, actions or controversies between the owners of lands or water rights that do not affect the interests of the district.
- (f) (1) Control the floodwater and stormwater of the district and the floodwater and stormwater of streams that have their

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sources outside the district, but which streams and the floodwater thereof, flow into the district.

- (2) Conserve those waters for beneficial and useful purposes of the district by spreading, storing, retaining, and causing to percolate into the soil within or outside the district, or save or conserve in any manner all or any of the waters and protect from damage from the floodwater or stormwater, the watercourses, watersheds, public highways, life and property in the district, and the watercourses outside the district of streams flowing into the district.
- (g) (1) Cooperate and act in conjunction with the state, or any of its engineers, officers, boards, commissions, departments or agencies, or with the federal government, or any of its engineers, officers, boards, commissions, departments or agencies, or with any public or private corporation, or with the County of San Luis Obispo, in the construction of any work for the controlling of floodwater or stormwater of, or flowing into, the district, or for the protection of life or property in the district, or for the purpose of conserving the waters for beneficial use within the district, or in any other works, acts, or purposes provided for in this act.
- (2) Adopt and carry out any definite plan or system of work for any purpose described in subdivision (a).
- (h) Carry on technical and other necessary investigations, make measurements, collect data, make analyses, and undertake studies and inspections pertaining to water supply, water rights, control of floodwater and stormwater, and use of water within and outside the district relating to watercourses of streams flowing in or into the district. For these purposes, the district shall have the right of access through its authorized representatives to all properties within the district and elsewhere relating to watercourses and streams flowing in or into the district. The district, through its authorized representatives, may enter upon those lands and make examinations, surveys, and maps of those lands.
- (i) (1) Enter upon any land, to make surveys and locate the necessary works of improvement and the lines for channels, conduits, canals, pipelines, roadways and other rights-of-way.
- (2) Acquire by purchase, lease, contract, gift, devise, or other legal means all lands and water and water rights and other property necessary or convenient for the construction, use,

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supply, maintenance, repair and improvement of these works, including works constructed and being constructed by private 3 owners, lands for reservoirs for storage of necessary water, and 4 all necessary appurtenances, and also where necessary or 5 convenient for these purposes and uses, acquire and hold in the 6 name of the state, the capital stock of any mutual water company or corporation, domestic or foreign, owning water or water 8 rights, canals, waterworks, franchises, concessions, or rights, when the ownership of that stock is necessary to secure a water 10 supply required by the district or any part thereof. When holding that stock, the district shall be entitled to all the rights, powers 12 and privileges, and shall be subject to all the obligations and 13 liabilities conferred or imposed by law upon other holders of that 14 stock in the same company. 15

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- (3) Enter into and do any acts necessary or proper for the performance of any agreement with the United States, or any state, county, district of any kind, public or private corporation, association, firm, or individual, or any combination of them, for the joint acquisition, construction, leasing, disposition, use, management, maintenance, repair or operation of any rights, works or other property of a kind which might be lawfully acquired or owned by the district.
- (4) (A) Acquire the right to store water in any reservoirs, or to carry water through any canal, ditch, or conduit not owned or controlled by the district.
- (B) Grant to any owner or lessee the right to the use of any water or right to store that water in any reservoir of the district, or to carry that water through any tunnels, canal, ditch, or conduit of the district.
- (5) Enter into and do any acts necessary or proper for the performance of any agreement with any district of any kind, public or private corporation, association, firm, or individual, or any combination of them for the transfer or delivery to any district, corporation, association, firm, or individual of any water right or water pumped, stored, appropriated or otherwise acquired or secured, for the use of the district, or for the purpose of exchanging the same for other water, water right, or water supply in exchange for water, water right, or water supply to be delivered to the district by the other party to the agreement.

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 (6) Cooperate with, and act in conjunction with, the state, or any of its engineers, officers, boards, commissions, departments or agencies, or with the federal government, or any of its engineers, officers, boards, commissions, departments or agencies, or with any public or private corporation, in the construction of any work for the controlling floodwater or stormwater of streams in or running into the district, or for the protection of life or property therein, or for the purpose of conserving those waters for beneficial use within the district, or in any other works, acts, or purposes provided for in this act, and adopt and carry out any definite plan or system of work for that purpose.

- (j) Incur indebtedness and issue bonds in accordance with this act.
- (k) Cause taxes or assessments to be levied and collected for the purpose of paying any obligation of the district, and carry out any of the purposes of this act in accordance with this act.
- (1) Make contracts, employ labor, and do all acts necessary for the full exercise of all powers vested in the district or any of the officers thereof, by this act.
  - (m) Implement any of the following:
- (1) Integrated regional water management programs and projects, including groundwater banking of water supplies made available from the State Water Project.
- (2) Water reliability programs benefitting State Water Project supplies for users in the Counties of San Luis Obispo and Santa Barbara.
- (3) Other projects and programs that promote water supply, water quality, ecosystem restoration, groundwater management, or flood control objectives of the district's integrated regional water management plan.
- SEC. 6. Section 7 of the San Luis Obispo County Flood Control and Water Conservation District Act (Chapter 1294 of the Statutes of 1945) is amended to read:
- Sec. 7. (a) The board of supervisors of San Luis Obispo County shall be and is hereby designated as, and empowered to act as, ex officio the board of supervisors of the district.
- 38 (b) As used elsewhere in this act, the terms "board" and "board of supervisors" mean the board of supervisors of the district.

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(c) Except as otherwise provided in this act, all ordinances, resolutions, and other legislative acts for the district shall be adopted by the board of supervisors, and certified to, recorded, and published, in the same manner, as are ordinances, resolutions, or other legislative acts for the County of San Luis Obispo.

- SEC. 7. Section 8 of the San Luis Obispo County Flood Control and Water Conservation District Act (Chapter 1294 of the Statutes of 1945) is amended to read:
- Sec. 8. (a) The district attorney, county surveyor, county assessor, county tax collector, county auditor, and county treasurer of the County of San Luis Obispo, and their successors in office, and all their assistants, deputies, clerks, employees, and all other officers of San Luis Obispo County, their assistants, deputies, clerks and employees, shall be ex officio officers, assistants, deputies, clerks, and employees respectively of the district, and shall respectively perform, unless otherwise provided by the board, the same various duties for the district as for San Luis Obispo County, in order to carry out this act.
- (b) Notwithstanding subdivision (a), if the county surveyor is a registered civil engineer and is employed by the board of supervisors to supervise the engineering work of the district, the board may provide for compensation for his or her services under this act payable from the funds of the district, in addition to his or her salary as county surveyor of San Luis Obispo County.
- SEC. 8. Section 13 of the San Luis Obispo County Flood Control and Water Conservation District Act (Chapter 1294 of the Statutes of 1945), as amended by Chapter 2045 of the Statutes of 1959, is amended to read:
- Sec. 13. The board shall have power, in any year to do any of the following:
- (a) Levy ad valorem taxes or assessments upon all property in the district, to the extent authorized by law, for the purposes of the district.
- (b) Levy taxes or assessments upon all property in each or any of the zones and participating zones to pay the cost and expenses of carrying out, constructing, maintaining, operating, repairing, or otherwise improving any or all works or improvements established or to be established within or on behalf of the

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respective zones, according to the benefits derived or to be derived by the respective zones.

- (c) (1) Levy taxes or assessments upon all taxable property in each or any of the zones, according to the special benefits derived or to be derived therein to pay the cost and expenses of carrying out any of the objects or purposes of this act or special benefit to the zones, including the constructing, maintaining, operating, extending, repairing, or otherwise improving any or all works of improvement established or to be established within or on behalf of the respective zones.
- (2) In the event of project cooperation with any of the governmental bodies as authorized in subdivision (g) of Section 5 of this act, and the making of a contract with any governmental body for the purposes set forth in that subdivision, by the terms of which work is agreed to be performed by that governmental body in any specified zone or participating zones, for the particular benefit thereof, and by contract it is agreed that the district is to pay to the governmental body, a sum of money in consideration or subvention for the performance of the work by the governmental body, the board may levy and collect a special tax or assessment upon the property in the zone or participating zones, to raise funds to enable the district to make that payment, in addition to other taxes or assessments authorized by this act.
- (d) The taxes or assessments shall be levied and collected together with, and not separately from, taxes for county purposes, and the revenues derived from the district taxes or assessments shall be paid into the county treasury to the credit of the district, or the respective zones thereof, and the board shall have the power to control and order the expenditure thereof for those purposes. No revenues, or portions thereof, derived in any of the several zones from the taxes or assessments levied under subdivision (b) shall be expended for constructing, maintaining, operating, extending, repairing, or otherwise improving any works or improvements located in any other zones, except in the case of joint projects, or for projects authorized or established outside the zone, or zones, but for the benefit thereof. In cases of projects joint to two or more zones, the zones shall become, and shall be referred to as, participating zones.

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SEC. 9. Section 28 of the San Luis Obispo County Flood Control and Water Conservation District Act (Chapter 1294 of the Statutes of 1945) is amended to read:

Sec. 28. There is hereby granted to the district the right of way for the location, construction, and maintenance of flood control channels, ditches, waterways, conduits, canals, storm dykes, embankments, and protective works in, over, and across public lands of the state, not otherwise disposed of or in use, not in any case exceeding in length or width that which is necessary for the construction of those works and adjuncts or for the protection thereof. Whenever any selection of a right of way for those works or adjuncts thereto is made by the district, the board shall transmit to the State Lands Commission, the Controller, and the recorder of the county in which the selected lands are situated, a plat of the lands so selected, giving the extent thereof and the uses for which the same is claimed or desired, duly verified to be correct. If the State Lands Commission approves the selections made, it shall endorse its approval upon the plat and issue to the district a permit to use such right of way and lands.

SEC. 10. Section 36.8 of the San Luis Obispo County Flood Control and Water Conservation District Act (Chapter 1294 of the Statutes of 1945), as amended by Chapter 2045 of the Statutes of 1959, is amended to read:

Sec. 36.8. In the application of the laws referred to in Sections 36.2, 36.3, 36.4, 36.5, 36.6, and 36.7, the terms used in those laws shall have the following meanings:

(a) "City" means the district.

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- 29 (b) "City council" or "legislative body" means the board of the 30 district.
  - (c) "Mayor" means the chairperson of the board of the district.
- 32 (d) "Clerk" means the secretary of the board of the district.
- 33 (e) "Council chambers" means the place designated by the 34 board of the district for holding its regular meetings.
  - (f) "Treasurer" means the treasurer of the district.
- 36 (g) "Auditor" means the auditor of the district.
- 37 (h) "Tax collector" means county tax collector.
  - (i) "Superintendent of streets" or "street superintendent" and
- 39 "city engineer" means the engineer of the district.

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(j) "Right of way" means any parcel of land to which a right of way has been granted to the district.

- (k) All references to municipal officers and matters means the corresponding officers of the district.
- SEC. 11. Section 36.16 of the San Luis Obispo County Flood Control and Water Conservation District Act (Chapter 1294 of the Statutes of 1945), as amended by Chapter 2045 of the Statutes of 1959, is amended to read:
- Sec. 36.16. Division 4 (commencing with Section 2800) of the Streets and Highways Code shall not apply to the district.
- SEC. 12. No reimbursement is required by this act pursuant to Section 6 of Article XIII B of the California Constitution because the only costs that may be incurred by a local agency or school district are the result of a program for which legislative authority was requested by that local agency or school district, within the meaning of Section 17556 of the Government Code and Section 6 of Article XIII B of the California Constitution.

18 <del>SEC. 13.</del>

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- SEC. 12. Due to the unique circumstances concerning the wastewater treatment needs in the Los Osos Community Services District, as set forth in Section 1 of this act, it is necessary that, and the Legislature finds and declares that, a general statute cannot be made applicable within the meaning of Section 16 of Article IV of the California Constitution.
- SEC. 14. This act is an urgency statute necessary for the immediate preservation of the public peace, health, or safety within the meaning of Article IV of the Constitution and shall go into immediate effect. The facts constituting the necessity are:

There is an urgent need to protect the public health and safety by climinating the long-standing violations of state and federal clean water laws in the unincorporated community of Los Osos in the County of San Luis Obispo, and the most feasible alternative is best accomplished by a temporary realignment of certain wastewater collection and treatment powers between the Los Osos Community Services District and the County of San Luis Obispo.